		ST DEPARTMENT DIVISION O	OF NA				FORM 3  AMENDED REPORT				
APPLI	CATION FOR P	ERMIT TO DRILL	-				1. WELL NAME and	NUMBER Hancock 2-23-4-1			
2. TYPE OF WORK  DRILL NEW WELL	REENTER P&A	WELL DEEPE	N WELI	-@			3. FIELD OR WILDCAT  MONUMENT BUTTE				
<b>4. TYPE OF WELL</b> Oil We	ll Coalbed	Methane Well: NO					5. UNIT or COMMUI	NITIZATION AGRE	EMENT NAME		
6. NAME OF OPERATOR	WFIELD PRODUCT	ION COMPANY					7. OPERATOR PHON	<b>NE</b> 435 646-4825			
8. ADDRESS OF OPERATOR	t 3 Box 3630 , Myt	on, UT, 84052					9. OPERATOR E-MAIL mcrozier@newfield.com				
10. MINERAL LEASE NUMBER (FEDERAL, INDIAN, OR STATE)		1. MINERAL OWNE	RSHIP IAN (		) FEE(	~ L	12. SURFACE OWNE	ERSHIP DIAN ( STATE (	FEE (		
FEE  13. NAME OF SURFACE OWNER (if box 12	= 'fee')			r SIXIE			14. SURFACE OWNE		~ ~		
15. ADDRESS OF SURFACE OWNER (if box							16. SURFACE OWNE	R E-MAIL (if box 1	.2 = 'fee')		
17. INDIAN ALLOTTEE OR TRIBE NAME		8. INTEND TO COM		LE PRODUCT	ION FROM		19. SLANT				
(if box 12 = 'INDIAN')		<b>1ULTIPLE FORMATI</b> YES (Submit C		gling Applicat	ion) NO 🗓		VERTICAL 📵 DIR	ECTIONAL ( HO	ORIZONTAL (		
20. LOCATION OF WELL	FOO'	TAGES	Q1	FR-QTR	SECTI	ON	TOWNSHIP	RANGE	MERIDIAN		
LOCATION AT SURFACE	346 FNL	2408 FEL	ľ	NWNE	23		4.0 S	1.0 W	U		
Top of Uppermost Producing Zone	346 FNL	2408 FEL	NWNE	23		4.0 S	1.0 W	U			
At Total Depth	346 FNL	2408 FEL	NWNE	23		4.0 S	1.0 W	U			
21. COUNTY UINTAH	2	22. DISTANCE TO N		<b>T LEASE LIN</b> 46	E (Feet)		23. NUMBER OF AC	RES IN DRILLING (	JNIT		
		25. DISTANCE TO NEAREST WELL IN SAME POOL (Applied For Drilling or Completed) 1320					<b>26. PROPOSED DEPTH</b> MD: 7180 TVD: 7180				
27. ELEVATION - GROUND LEVEL 5045	2	28. BOND NUMBER B001834					29. SOURCE OF DRILLING WATER / WATER RIGHTS APPROVAL NUMBER IF APPLICABLE 437478				
	'	A	TTACH	IMENTS							
VERIFY THE FOLLOWING	ARE ATTACHE	D IN ACCORDAN	CE W	ITH THE U	ΓAH OIL A	AND G	AS CONSERVATI	ON GENERAL RU	ILES		
WELL PLAT OR MAP PREPARED BY	LICENSED SURV	EYOR OR ENGINEER	R	сом	PLETE DRI	LLING	PLAN				
AFFIDAVIT OF STATUS OF SURFACE	OWNER AGREEN	MENT (IF FEE SURF	ACE)	FORM	1 5. IF OPE	RATOR	IS OTHER THAN T	HE LEASE OWNER			
DIRECTIONAL SURVEY PLAN (IF DI		<b>№</b> торо	OGRAPHIC/	AL MAP							
NAME Mandie Crozier		TITLE Regulatory	Tech			PHON	<b>E</b> 435 646-4825				
SIGNATURE		<b>DATE</b> 06/17/2010				EMAII	L mcrozier@newfield.	com			
<b>API NUMBER ASSIGNED</b> 43047511110000		APPROVAL				B	DEGINE TIME THE TIME				

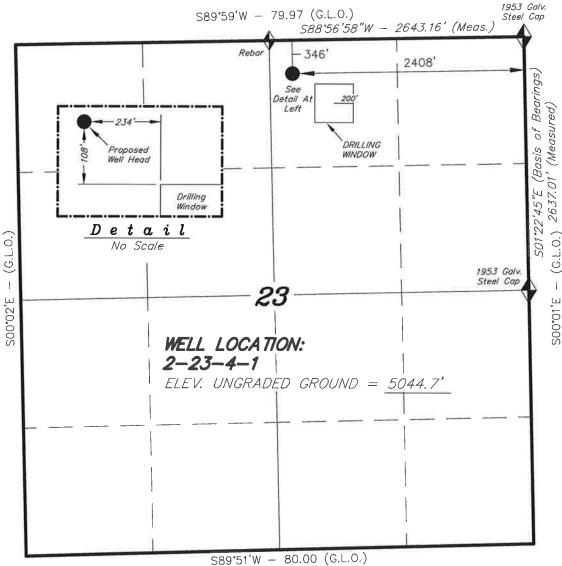
API Well No: 43047511110000 Received: 6/17/2010

	Proposed Hole, Casing, and Cement												
String	Hole Size	Casing Size	Top (MD)	Bottom (MD)									
Prod	7.875	5.5	0	7180									
Pipe	Grade	Grade Length											
	Grade J-55 LT&C	7180	15.5										

API Well No: 43047511110000 Received: 6/17/2010

	Proposed Hole, Casing, and Cement												
String	Hole Size	Hole Size Casing Size Top (MD)											
Surf	12.25	8.625	0	400									
Pipe	Grade	Length	Weight										
	Grade J-55 ST&C	400	24.0										

# T4S, R1W, U.S.B.&M.





= SECTION CORNERS LOCATED

BASIS OF ELEV; Elevations are base on LOCATION: an N.G.S. OPUS Correction. LAT. 40°04'09.56" LONG. 110°00'43.28" (Tristate Aluminum Cap) Elev. 5281.57'

2-23-4-1 (Surface Location) NAD 83  $LATITUDE = 40^{\circ} 07' 36.45"$ LONGITUDE = 109° 57' 46.04'

### NEWFIELD PRODUCTION COMPANY

WELL LOCATION, 2-23-4-1, LOCATED AS SHOWN IN THE NW 1/4 NE 1/4 OF SECTION 23, T4S, R1W, U.S.B.&M. UINTAH COUNTY, UTAH.



THIS IS TO CERTIFY THAT PREPARED FROM FIELD NOTES
MADE BY ME OR UNDER ANY SE
THE SAME ARE TRUE AND BOTH OF MY KNOWLEDGE SIND BELING.18937

### TRI STATE LAND SURVEYING & CONSULTING

180 NORTH VERNAL AVE. - VERNAL, UTAH 84078 (435) 781-2501

DATE SURVEYED: 02-12-10	SURVEYED BY: T.P.
DATE DRAWN: 02-19-10	DRAWN BY: M.W.
REVISED:	SCALE: 1" = 1000'

# MEMORANDUM of EASEMENT, RIGHT-OF-WAY and SURFACE USE AGREEMENT

This Easement and Surface Use Agreement ("Agreement") is entered into this 20th day of May 2010 by and between, Henderson Ranches, LLC, Wayne and Moreen Henderson, Lance and Julie Henderson, Tommy Henderson, and Billie Henderson, whose address is R.R. 3, Box 3671, Myton, Utah 84052 ("Surface Owner," whether one or more), and NEWFIELD PRODUCTION COMPANY, a Texas corporation ("NEWFIELD"), with offices at 1001 Seventeenth Street, Suite 2000, Denver, Colorado 80202, covering certain lands, (the "Lands") situated in Uintah County, Utah described as follows:

<u>Township 4 South, Range 1West</u>
Section 23: NWNE
(2-23-4-1, approx. 1.5 acres plus approx. 2210ft of road and pipeline)

Uintah County, Utah

(limited to proposed roads, pipelines, & well pad only, as shown in attached plats)

and associated road and pipeline routes beginning at the wellsites and traversing the lands as shall be agreed upon prior to the construction of same.

For and in consideration of the sum of ten dollars (\$10.00), and other valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the undersigned hereby agree to the terms and provisions set forth as follows:

#### Compensation for Well; Release of All Claims

NEWFIELD shall pay to Surface Owner the sum as set forth in and according to the terms of that certain Letter Agreement for Easement, Right-of Way and Surface Use by and between Surface Owner and NEWFIELD, dated May 20th, 2010, as full payment and satisfaction for any and all detriment, depreciation, injury or damage of any nature to the Lands or growing crops thereon that may occur as a result of NEWFIELD's drilling or completion operations or its continuing activities for the production or transportation of oil, gas, or other hydrocarbons or products associated with the foregoing including, but not limited to, surface use, access, pipelines, gathering lines, pipeline interconnections, and any and all other reasonable or customary uses of land related to said operations or activities.

#### 2. Grant of Right of Way and Easement

Surface Owner hereby grants, bargains, leases, assigns, and conveys to NEWFIELD an easement and right-of-way for the purpose of construction, using and maintaining access roads, locations for surface equipment and subsurface gathering lines for each well drilled upon the Lands, pipelines, and pipeline interconnections for two years from date of this agreement and so long thereafter as NEWFIELD's oil and gas leases remain in effect.

This Agreement shall be binding upon the respective heirs, executors, administrators, successors, and assigns of the undersigned.

These Parties hereto have executed this document effective as of the day first above written.

## NEWFIELD PRODUCTION COMPANY

By:	
Dan Shewmake, Vice President-Development	
SURFACE OWNER	
By: Mayne Henderson, Henderson Ranches. LLC	
By: Mayne Henderson	By: Moreon Henderson
By: Lance Henderson	By: Julie Henderson
By: Ign / Tommy Henderson	By Billie Henderson

STATE OF UTAH ) SSS COUNTY OF Duches (	this 7th day of June, 2010 by Wayne
This instrument was acknowledged before me Henderson and Moreen Henderson	this 7 day of June, 2010 by Wayne
Witness my hand and official seal.	
My commission expires	Notally Public  TIMENTON  NOTALLY PUBLIC ACCURATE OF UTAY  OF COLUMN FROM 102.08.2015  The this
Witness my hand and official seal.	
Henderson and Billie Henderson	Notary Public  THE EATON  TO SET THE CONTROL OF UTAN  CONTROL OF SECOND SECOND  THE CONTROL OF SECOND SECOND  THE CONTROL OF SECOND SEC
Witness my hand and official seal.	,
My commission expires 9/8/7013	Notary Public  Fight EATON  SCHOOL AND SCHOOL SPROMS  AND SCHOOL SPROMS SPROMS
STATE OF COLORADO ) )ss	CT. 1717, 83,09,5013
COUNTY OF Denver )	
on behalf of the corporation.	e this, 2010 by  f Newfield Production Company, a Texas corporation
Witness my hand and official seal.	
	Notary Public

My commission expires \_\_\_\_\_

# NEWFIELD PRODUCTION COMPANY HANCOCK 2-23-4-1 NW/NE SECTION 23, T4S, R1W UINTAH COUNTY, UTAH

#### TEN POINT DRILLING PROGRAM

#### 1. **GEOLOGIC SURFACE FORMATION:**

Uinta formation of Upper Eocene Age

#### 2. **ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:**

 Uinta
 0' – 2,035'

 Green River
 2,035'

 Wasatch
 6,905'

 Proposed TD
 7,180'

#### 3. ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS:

Green River Formation (Oil) 2,035' – 6,905'

Fresh water may be encountered in the Uinta Formation, but would not be expected below about 350'. All water shows and water bearing geologic units shall be reported to the geologic and engineering staff of the Vernal Office prior to running the next string of casing or before plugging orders are requested. All water shows must be reported within one (1) business day after being encountered.

All usable (<10,000 PPM TDS) water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling will be recorded by depth and adequately protected. This information shall be reported to the Vernal Office.

Detected water flows shall be sampled, analyzed, and reported to the geologic & engineering staff of the Vernal Office. The office may request additional water samples for further analysis. Usage of the State of Utah form *Report of Water Encountered* is acceptable, but not required.

The following information is requested for water shows and samples where applicable:

Location & Sampled Interval Date Sampled
Flow Rate Temperature

Hardness pH

Water Classification (State of Utah)

Dissolved Iron (Fe) (ug/l)

Dissolved Magnesium (Mg) (mg/l)

Dissolved Bicarbonate (NaHCO<sub>3</sub>) (mg/l)

Dissolved Sulfate (SO<sub>4</sub>) (mg/l)

Dissolved Total Solids (TDS) (mg/l)

Ten Point Well Program & Thirteen Point Well Program Page 2 of 9

#### 4. PROPOSED CASING PROGRAM

a. Casing Design: Hancock 2-23-4-1

Size		nterval	Weight	Grade	Coupling	Design Factors			
Size	Тор	Bottom	vveignt	Grade	Coupling	Burst	Collapse	Tension	
Surface casing	01	400'	24.0	J-55	STC	2,950	1,370	244,000	
8-5/8"	0'	400	24.0	J-55	310	13.15	10.77	25.42	
Prod casing	sing		45.5	1.55	1.70	4,810	4,040	217,000	
5-1/2"	0'	7,180'	15.5	J-55	LTC	2.11	1.77	1.95	

#### Assumptions:

- 1) Surface casing max anticipated surface press (MASP) = Frac gradient gas gradient
- 2) Prod casing MASP (production mode) = Pore pressure gas gradient
- 3) All collapse calculations assume fully evacuated casing w/ gas gradient
- 4) All tension calculations assume air weight

Frac gradient at surface casing shoe = 13.0 ppg
Pore pressure at surface casing shoe = 8.33 ppg
Pore pressure at prod casing shoe = 8.33 ppg
Gas gradient = 0.115 psi/ft

All casing shall be new or, if used, inspected and tested. Used casing shall meet or exceed API standards for new casing.

All casing strings shall have a minimum of 1 (one) centralizer on each of the bottom three (3) joints.

b. Cementing Design: Hancock 2-23-4-1

Job	Fill	Description	Sacks	ОН	Weight	Yield	
300		Description	ft <sup>3</sup>	Excess*	(ppg)	(ft³/sk)	
Curface assing	400'	Class G w/ 2% CaCl	183	30%	15.8	1.17	
Surface casing	400	Class G W/ 276 CaCl	215	30 %	10.0	1.17	
Prod casing	5,180'	Prem Lite II w/ 10% gel + 3%	358	30%	11.0	3.26	
Lead	5,160	KCI	1167	5070	11:0	3,20	
Prod casing	2,000'	50/50 Poz w/ 2% gel + 3%	363	30%	14.3	1.24	
Tail	2,000	KCI	451	3070	14.5	1127	

- \*Actual volume pumped will be 15% over the caliper log
- Compressive strength of lead cement: 1800 psi @ 24 hours, 2250 psi @ 72 hours
- Compressive strength of tail cement: 2500 psi @ 24 hours

Hole Sizes: A 12-1/4" hole will be drilled for the 8-5/8" surface casing. A 7-7/8" hole will be drilled for the 5-1/2" production casing.

The 8-5/8" surface casing shall in all cases be cemented back to surface. In the event that during the primary surface cementing operation the cement does not circulate to surface, or if the cement level should fall back more than 8 feet from surface, then a remedial surface cementing operation shall be performed to insure adequate isolation and stabilization of the surface casing.

#### 5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:

Ten Point Well Program & Thirteen Point Well Program Page 3 of 9

The operator's minimum specifications for pressure control equipment are as follows:

An 8" Double Ram Hydraulic unit with a closing unit will be utilized. Function test of BOP's will be check daily.

Refer to Exhibit C for a diagram of BOP equipment that will be used on this well.

#### 6. TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:

From surface to ±400 feet will be drilled with an air/mist system. The air rig is equipped with a 6 ½" blooie line that is straight run and securely anchored. The blooie line is used with a discharge less than 100 ft from the wellbore in order to minimize the well pad size. The blooie line is not equipped with an automatic igniter or continuous pilot light and the compressor is located less than 100 ft from the well bore due to the low possibility of combustion with the air dust mixture. The trailer mounted compressor (capacity of 2000 CFM) has a safety shut-off valve which is located 15 feet from the air rig. A truck with 70 bbls of water is on stand by to be used as kill fluid, if necessary. From about ±400 feet to TD, a fresh water system will be utilized. Clay inhibition and hole stability will be achieved with a KCl substitute additive. This additive will be identified in the APD and reviewed to determine if the reserve pit shall be lined. This fresh water system will typically contain Total Dissolved Solids (TDS) of less than 3000 PPM. Anticipated mud weight is 8.4 lbs/gal. If necessary to control formation fluids or pressure, the system will be weighted with the addition of bentonite gel, and if pressure conditions warrant, with barite

No chromate additives will be used in the mud system on Federal and/or Indian lands without prior BLM approval to ensure adequate protection of fresh aquifers.

No chemicals subject to reporting under SARA Title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completing of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completing of this well.

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

Newfield Production will visually monitor pit levels and flow from the well during drilling operations.

#### 7. AUXILIARY SAFETY EQUIPMENT TO BE USED:

Auxiliary safety equipment will be a Kelly Cock, bit float, and a TIW valve with drill pipe threads.

#### 8. TESTING, LOGGING AND CORING PROGRAMS:

The logging program will consist of a Dual Induction, Gamma Ray and Caliper log from TD to base of surface casing @ 400' +/-, and a Compensated Neutron-Formation Density Log from TD to 3500' +-. A cement bond log will be run from PBTD to cement top. No drill stem testing or coring is planned for this well.

#### 9. ANTICIPATED ABNORMAL PRESSURE OR TEMPERATURE:

No abnormal temperatures or pressures are anticipated. No hydrogen sulfide has been encountered or is known to exist from previous drilling in the area at this depth. Maximum anticipated

'APIWellNo:43047511110000'

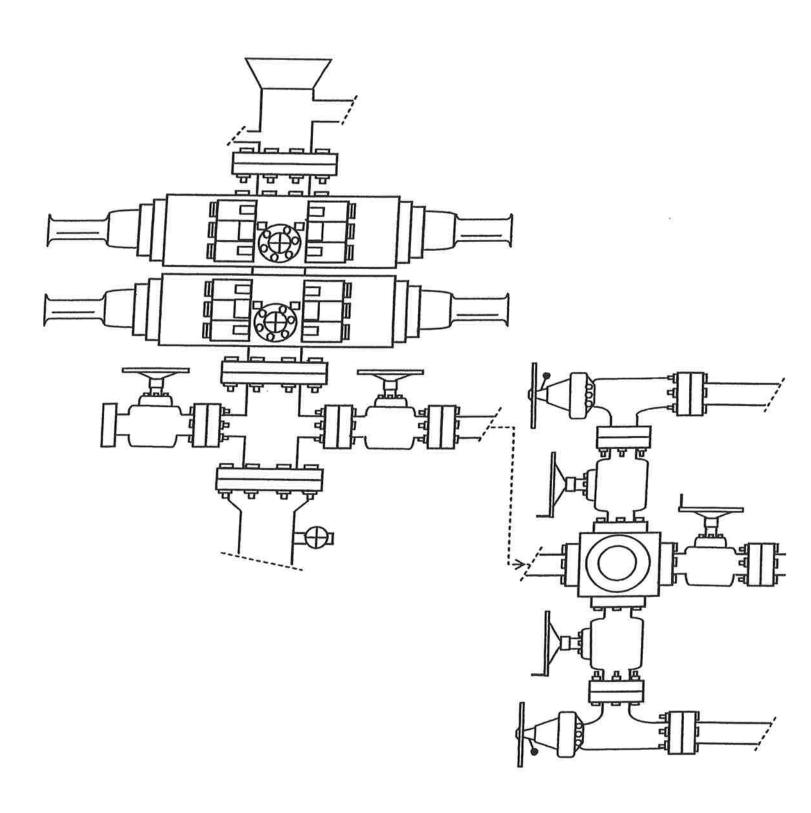
Ten Point Well Program & Thirteen Point Well Program Page 4 of 9

bottomhole pressure will approximately equal total depth in feet multiplied by a 0.433 psi/foot gradient.

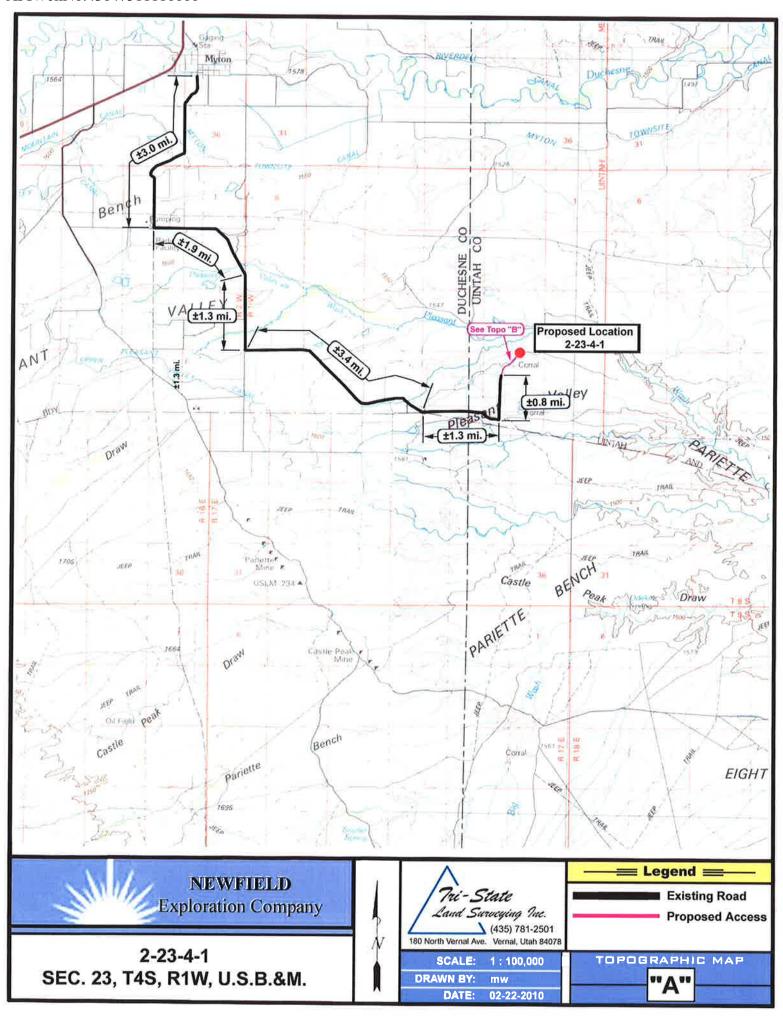
#### 10. <u>ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS:</u>

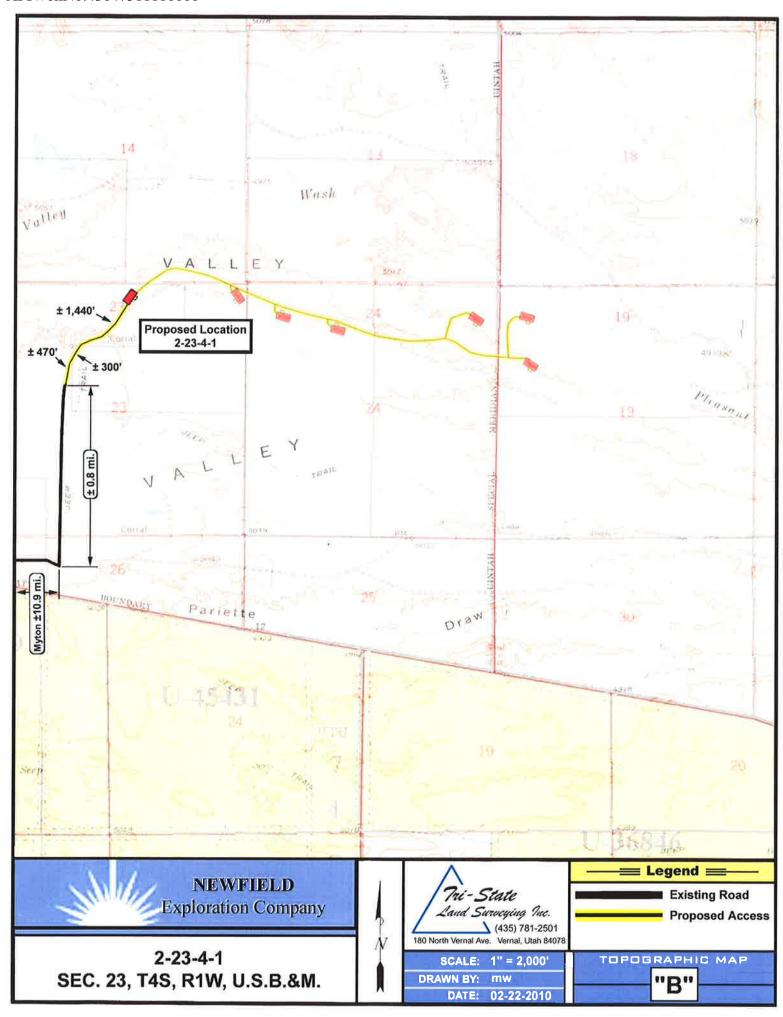
It is anticipated that the drilling operations will commence the fourth quarter of 2010, and take approximately seven (7) days from spud to rig release.

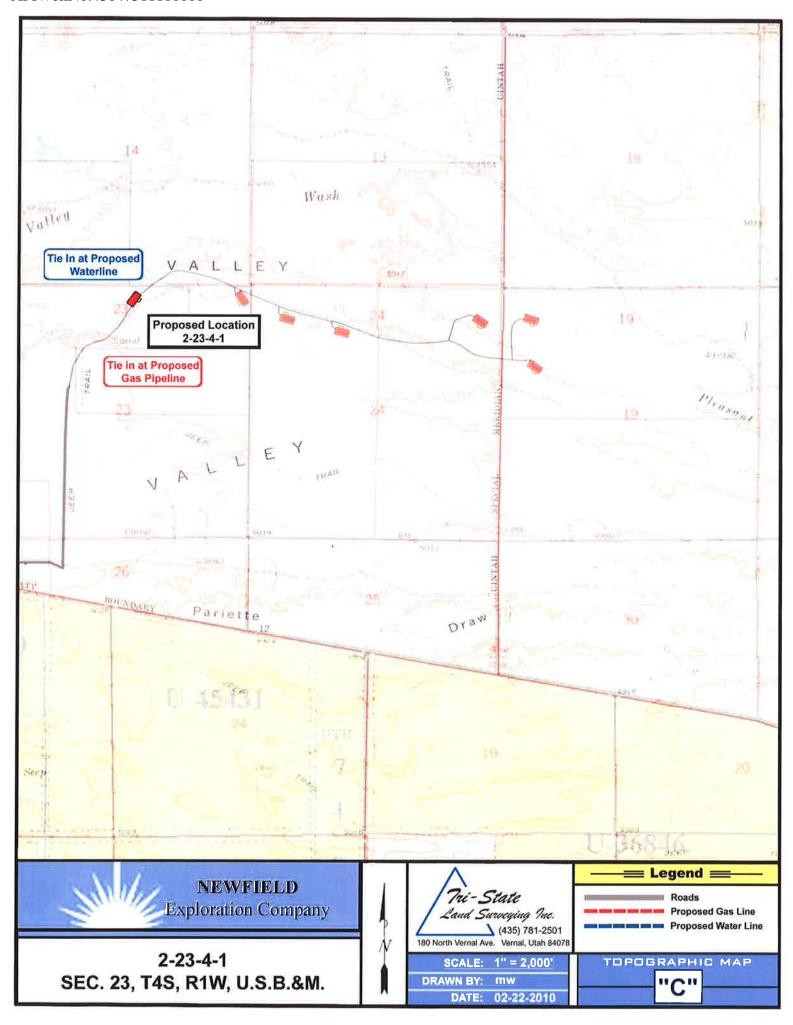
# **2-M SYSTEM**Blowout Prevention Equipment Systems



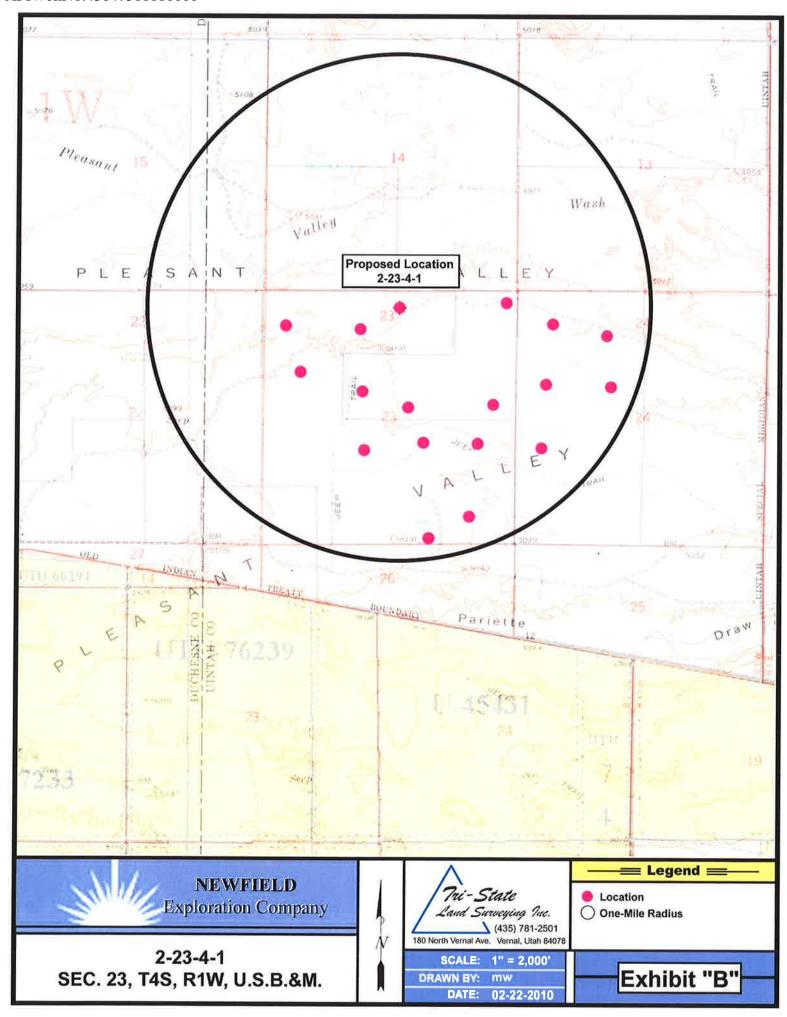
**EXHIBIT C** 







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Ten Point Well Program & Thirteen Point Well Program Page 5 of 9

#### NEWFIELD PRODUCTION COMPANY HANCOCK 2-23-4-1 NW/NE SECTION 23, T4S, R1W UINTAH COUNTY, UTAH

#### THIRTEEN POINT SURFACE PROGRAM

#### 1. EXISTING ROADS

See attached Topographic Map "A"

To reach Newfield Production Company well location site Hancock 2-23-4-1 located in the NW<sup>1</sup>/<sub>4</sub> NE<sup>1</sup>/<sub>4</sub> Section 23, T4S, R1W, S.L.B. & M., Uintah County, Utah:

Proceed in a southwesterly direction out of Myton, approximately 3.0 miles to it's junction with an existing road to the east; proceed in a southeasterly direction approximately 3.2 miles to it's junction with an existing road to the east; proceed southeasterly approximately 3.4 miles to it's junction with an existing road to the east; proceed easterly approximately 1.3 miles to it's junction with an existing road to the north; proceed northerly approximately 0.8 miles to it's junction with the beginning of the proposed access road; proceed northeasterly along the proposed access road approximately 2,210' to the proposed well location.

The highways mentioned in the foregoing paragraph are bituminous surfaced roads to the point where Highway 216 exists to the South, thereafter the roads are constructed with existing materials and gravel. The highways are maintained by Utah State road crews. All other roads are maintained by County crews.

The aforementioned dirt oil field service roads and other roads in the vicinity are constructed out of existing native materials that are prevalent to the existing area they are located in and range from clays to a sandy-clay shale material.

The roads for access during the drilling, completion and production phase will be maintained at the standards required by the State of Utah, or other controlling agencies. This maintenance will consist of some minor grader work for smoothing road surfaces and for snow removal.

#### 2. PLANNED ACCESS ROAD

Approximately 2,210' of access road is proposed. See attached Topographic Map "B".

The proposed access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along either side of the proposed road whether it is deemed necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%.

There will be no culverts required along this access road. There will be barrow ditches and turnouts as needed along this road.

There are no fences encountered along this proposed road. There will be no new gates or cattle guards required.

All construction material for this access road will be borrowed material accumulated during construction of the access road.

Ten Point Well Program & Thirteen Point Well Program Page 6 of 9

#### 3. LOCATION OF EXISTING WELLS

Refer to **EXHIBIT B**.

#### 4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

There are no existing facilities that will be used by this well.

It is anticipated that this well will be a producing oil well.

Upon construction of a tank battery, the well pad will be surrounded by a dike of sufficient capacity to contain at minimum 110% of the largest tank volume within the facility battery.

Tank batteries will be built to State specifications.

All permanent (on site for six (6) months or longer) structures, constructed or installed (including pumping units), will be painted a flat, non-reflective, earth tone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities will be painted within six months of installation.

#### 5. LOCATION AND TYPE OF WATER SUPPLY

Newfield Production will transport water by truck for drilling purposes from the following water sources:

Johnson Water District Water Right: 43-7478

Neil Moon Pond

Water Right: 43-11787

Newfield Collector Well

Water Right: 41-3530 (A30414DV, contracted with the Duchesne County Conservancy District).

There will be no water well drilled at this site

#### 6. SOURCE OF CONSTRUCTION MATERIALS

All construction material for this location shall be borrowed material accumulated during construction of the location site and access road.

A mineral material application is not required for this location.

#### 7. METHODS FOR HANDLING WASTE DISPOSAL

A small reserve pit (90' x 40' x 8' deep, or less) will be constructed from native soil and clay materials. The reserve pit will receive the processed drill cutting (wet sand, shale & rock) removed from the wellbore. Any drilling fluids, which do accumulate in the pit as a result of shale-shaker carryover, cleaning of the sand trap, etc., will be promptly reclaimed. All drilling fluids will be fresh water based, typically containing Total Dissolved Solids of less than 3000 PPM. No potassium chloride, chromates, trash, debris, nor any other substance deemed hazardous will be placed in this pit. A 16 mil liner with felt will be required. Newfield requests approval that a flare pit be constructed and utilized on this location.

Ten Point Well Program & Thirteen Point Well Program Page 7 of 9

A portable toilet will be provided for human waste.

A trash basket will be provided for garbage (trash) and hauled away to an approved disposal site at the completion of the drilling activities.

Immediately upon first production, all produced water will be confined to a steel storage tank. If the production water meets quality guidelines, it is transported to the Ashley, Monument Butte, Jonah, and Beluga water injection facilities by company or contract trucks. Subsequently, the produced water is injected into approved Class II wells to enhance Newfield's secondary recovery project.

Water not meeting quality criteria, is disposed at Newfield's Pariette #4 disposal well (Sec. 7, T9S R19E) or at State of Utah approved surface disposal facilities.

#### 8. <u>ANCILLARY FACILITIES</u>:

There are no ancillary facilities planned for at the present time and none foreseen in the near future.

#### 9. **WELL SITE LAYOUT:**

See attached Location Layout Sheet.

#### Fencing Requirements

All pits will be fenced according to the following minimum standards:

- a) A 39-inch net wire shall be used with at least one strand of barbed wire on top of the net.
- b) The net wire shall be no more than two (2) inches above the ground. The barbed wire shall be three (3) inches above the net wire. Total height of the fence shall be at least forty-two (42) inches.
- c) Corner posts shall be centered and/or braced in such a manner to keep tight at all times
- d) Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than sixteen (16) feet.
- e) All wire shall be stretched, by using a stretching device, before it is attached to the corner posts.

The reserve pit fencing will be on three (3) sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

#### 10. PLANS FOR RESTORATION OF SURFACE:

#### a) Producing Location

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, material, trash and junk not required for production.

Ten Point Well Program & Thirteen Point Well Program Page 8 of 9

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximated natural contours. Weather permitting, the reserve pit will be reclaimed within one hundred twenty (120) days from the date of well completion. Before any dirt work takes place, the reserve pit must have all fluids and hydrocarbons removed.

#### b) Dry Hole Abandoned Location

At such time as the well is plugged and abandoned, the operator shall submit a subsequent report of abandonment and the State of Utah will attach the appropriate surface rehabilitation conditions of approval.

11. **SURFACE OWNERSHIP:** Henderson Ranches, LLC.
See attached Memorandum of Surface Use Agreement.

#### 12. OTHER ADDITIONAL INFORMATION:

Newfield Production Company requests 2,210' of planned access road to be granted. **Refer to Topographic Map "B".** 

In the event that the proposed well is converted to a water injection well, a Sundry Notice form will be applied for through the State of Utah DOGM.

- a) Newfield Production Company is responsible for informing all persons in the area who are associated with this project that they will be subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, Newfield is to immediately stop work that might further disturb such materials and contact the Authorized Officer.
- b) Newfield Production will control noxious weeds along rights-of-way for roads, pipelines, well sites or other applicable facilities. On State administered land it is required that a Pesticide Use Proposal shall be submitted and given approval prior to the application of herbicides or other possible hazardous chemicals.
- c) Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on State Lands after the conclusion of drilling operations or at any other time without State authorization. However, if State authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities.

#### **Additional Surface Stipulations**

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws and regulations, Onshore Oil and Gas Orders, the approved plan of operations and any applicable Notice to Lessees. A copy of these conditions will be furnished to the field representative to ensure compliance.

#### **Hazardous Material Declaration**

Newfield Production Company guarantees that during the drilling and completion of the Hancock 2-23-4-1, Newfield will not use, produce, store, transport or dispose 10,000# annually of any of the hazardous chemicals contained in the Environmental Protection Agency's consolidated list of chemicals subject to reporting under Title III Superfund Amendments and Reauthorization Act (SARA) of 1986. Newfield also guarantees that during the drilling and completion of the

#### 'APIWellNo:43047511110000'

Ten Point Well Program & Thirteen Point Well Program Page 9 of 9

Hancock 2-23-4-1 Newfield will use, produce, store, transport or dispose less than the threshold planning quantity (T.P.Q.) of any extremely hazardous substances as defined in 40 CFR 355.

A complete copy of the approved APD, if applicable, shall be on location during the construction of the location and drilling activities.

Newfield Production Company or a contractor employed by Newfield Production shall contact the State office at (801) 722-3417, 48 hours prior to construction activities.

The State office shall be notified upon site completion prior to moving on the drilling rig.

#### 13. LESSEE'S OR OPERATOR'S REPRENSENTATIVE AND CERTIFICATION:

#### Representative

Name:

Tim Eaton

Address:

Newfield Production Company

Route 3, Box 3630 Myton, UT 84052

Telephone:

(435) 646-3721

#### Certification

Please be advised that Newfield Production Company is considered to be the operator of well #2-23-4-1, NW/NE Section 23, T4S, R1W, Uintah County, Utah and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by Bond #B001834.

I hereby certify that the proposed drill site and access route have been inspected, and I am familiar with the conditions which currently exist; that the statements made in this plan are true and correct to the best of my knowledge; and that the work associated with the operations proposed here will be performed by Newfield Production Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of the 18 U.S.C. 1001 for the filing of a false statement.

6/17/10

Date

Mandie Crozier

Regulatory Specialist Newfield Production Company



Myton, Utah 84052 (435) 646-4825, FAX: (435) 646-3031

June 17, 2010

State of Utah
Division of Oil, Gas & Mining
Attn: Diana Mason
1594 West North Temple - Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

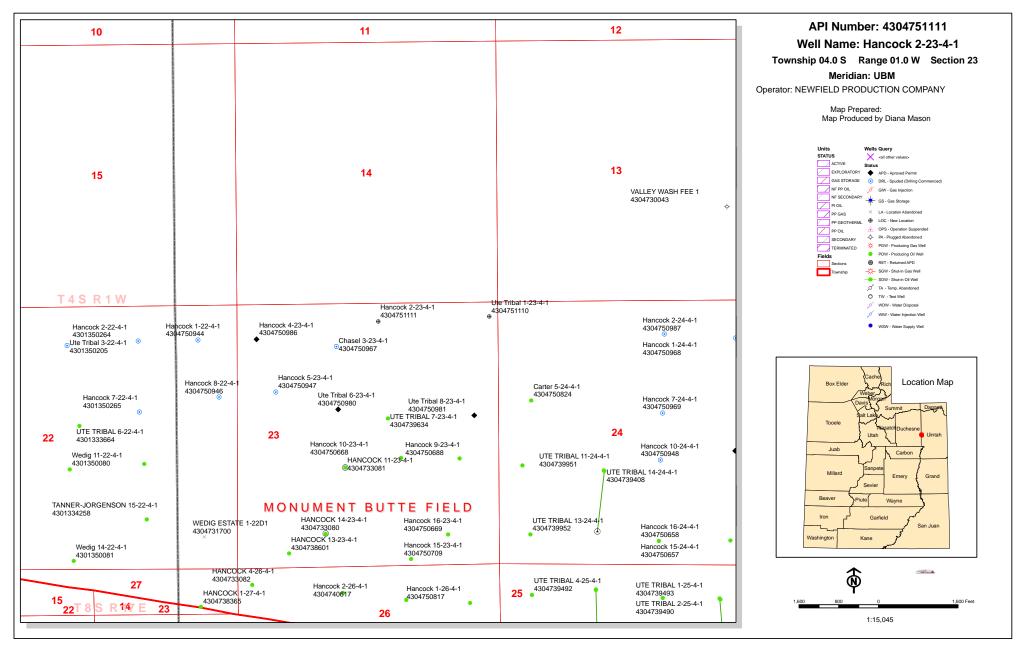
RE: Application for Permit to Drill Hancock 2-23-4-1

#### Dear Diana:

The above mentioned location is an **Exception Location**. Our Land Department will send you the required exception location letter. If you have any questions, feel free to give either Tim Eaton or myself a call.

Sincerely,

Mandie Crozier Regulatory Specialist





March 24, 2010

State of Utah, Division of Oil, Gas & Mining ATTN: Diana Mason PO Box 145801 Salt Lake City, UT 84114-5801

RE:

Exception Location Hancock 2-23-4-1

T4S R1W, Section 23: NWNE

346'FNL 2408' FEL Uintah County, Utah

Dear Ms. Mason;

Pursuant to Rule 649-3-3 of the Oil & Gas Rules and Regulations of the State of Utah, Newfield Production Company ("NPC") hereby requests an exception location for the drilling of the captioned well. The proposed drillsite for this well is located 234' west and 108' north of the drilling window required by Rule R649-3-2, which requires a well to be located in the center of a forty (40) acre quarter-quarter section, or a substantially equivalent lot or tract, with a tolerance of two hundred (200) feet in any direction from the center.

The attached plat depicts the proposed location and illustrates the deviation from the drilling window. The requested location has been chosen to accommodate the surface owner.

Please note the drillsite is on fee acreage and the leasehold is owned by NPC, the Ute Indian Tribe and John Chasel. The location is less than 460' from acreage owned by the Ute Indian Tribe and John Chasel. A copy of their consents to this location has been enclosed.

If you have any questions or require further information, please do not hesitate to contact the undersigned at 303-383-4137 or by email at  $\underline{awild@newfield.com}$ . Your consideration of this matter is greatly appreciated.

Sincerely,

Alan Wild Land Associate

Attachment

Return to:

Newfield Production Company

ATTN: Alan Wild

1001 17th Street, Suite 2000

Denver, CO 80202

303-685-8098 fax

awild@newfield.com email

Re:

Exception Location

Hancock 2-23-4-1

T4S R1W, Section 23: NWNE

346' FNL 2408' FEL Uintah County, Utah

Please be advised The Ute Indian Tribe does not have an objection to the proposed location of the aforementioned well.

Print Name and Title

Date: 06/18/2011

03/14/2010 03.03

07/02/10 03:43pm P. 001

HEMLTELD KNOKY WILKS

CANT DYVE

Attn:

Alan Wild

Newfield Production Company

awild@newfield.com 303-685-8098 fax

2020220112

RE:

**Exception Location** 

Hancock 2-23-4-1

T4S R1W, Section 23: NWNE

346' FNL 2408' FBL Uintah County, Utah

Please be advised the undersigned does not have an objection to the proposed location of the

aforementioned well.

John Chasel

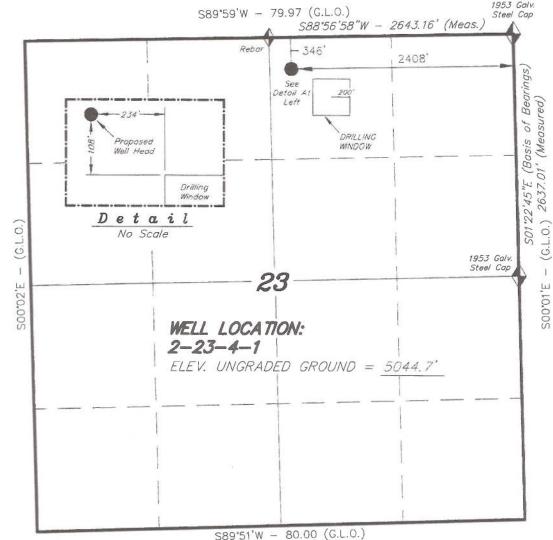
Date:

# STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OU. GAS AND MINING

FORM	1	3

AMENDED REPORT DIVISION OF OIL, GAS AND MINING (highlight changes) 5. MINERAL LEASE NO. 6 SURFACE APPLICATION FOR PERMIT TO DRILL FEE Fee 7. IF INDIAN, ALLOTTEE OR TRIBE NAME: REENTER [ DEEPEN [ DRILL 🗸 1A TYPE OF WORK: NA 8. UNIT or CA AGREEMENT NAME: SINGLE ZONE MULTIPLE ZONE OIL GAS OTHER\_ B TYPE OF WELL: NA 9. WELL NAME and NUMBER 2 NAME OF OPERATOR: Hancock 2-23-4-1 Newfield Production Company 10, FIELD AND POOL, OR WILDCAT PHONE NUMBER 3 ADDRESS OF OPERATOR: ZIP 84052 STATE UT (435) 646-3721 Monument Butte Route #3 Box 3630 CITY Myton 11 QTR/QTR, SECTION, TOWNSHIP, RANGE 4 LOCATION OF WELL (FOOTAGES) MERIDIAN: 346' FNL 2408' FEL AT SURFACE: NW/NE 1W NWNE 23 48 AT PROPOSED PRODUCING ZONE: 13 STATE 14 DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE: 12 COUNTY UTAH Approximately 12.1 miles southeast of Myton, Utah Uintah 17 NUMBER OF ACRES ASSIGNED TO THIS WELL: 15 DISTANCE TO NEAREST PROPERTY OR LEASE LINE (FEET) 16. NUMBER OF ACRES IN LEASE 40 acres NA Approx. 346' f/Ise line, NA' f/unit line 20. BOND DESCRIPTION. DISTANCE TO NEAREST WELL (DRILLING, COMPLETED, OR APPLIED FOR) ON THIS LEASE (FEET) 19. PROPOSED DEPTH: #B001834 7.180NA 23. ESTIMATED DURATION: 21 ELEVATIONS (SHOW WHETHER DF, RT, GR, ETC.): 22. APPROXIMATE DATE WORK WILL START (10) days from SPUD to rig release 5045' GL 2010 PROPOSED CASING AND CEMENTING PROGRAM CEMENT TYPE, QUANTITY, YIELD, AND SLURRY WEIGHT CASING SIZE, GRADE, AND WEIGHT PER FOOT SETTING DEPTH SIZE OF HOLE 15.8 Class G w/2% CaCl 155 sx +/-1.17 J-55 24.0 400 8 5/8 12 1/4 3.26 11.0 Lead(Prem Lite II) 275 sx +/-15.5 J-55 7.180 5 1/2 7 7/8 450 sx +/-1.24 14.3 Tail (50/50 Poz) **ATTACHMENTS** VERIFY THE FOLLOWING ARE ATTACHED IN ACCORDANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES: ✓ COMPLETE DRILLING PLAN WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER FORM 5, IF OPERATOR IS PERSON OR COMPANY OTHER THAN THE LEASE OWNER EVIDENCE OF DIVISION OF WATER RIGHTS APPROVAL FOR USE OF WATER NAME (PLEASE PRINT) Mandie Crozier Regulatory Specialist 6/17/10 DATE SIGNATUR (This space for State use only) APPROVAL: API NUMBER ASSIGNED:

# T4S, R1W, U.S.B.&M.





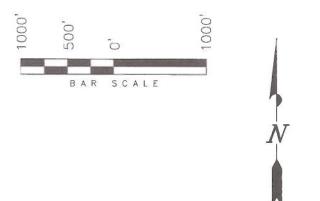
= SECTION CORNERS LOCATED

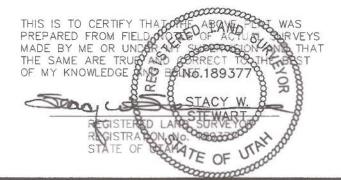
BASIS OF ELEV; Elevations are base on LOCATION: an N.G.S. OPUS Correction. LAT. 40°04'09.56" LONG. 110°00'43.28" (Tristate Aluminum Cap) Elev. 5281.57'

2-23-4-1 (Surface Location) NAD 83 LATITUDE = 40° 07' 36.45" LONGITUDE = 109' 57' 46.04'

## NEWFIELD PRODUCTION COMPANY

WELL LOCATION, 2-23-4-1, LOCATED AS SHOWN IN THE NW 1/4 NE 1/4 OF SECTION 23, T4S, R1W, U.S.B.&M. UINTAH COUNTY, UTAH.





#### TRI STATE LAND SURVEYING & CONSULTING

180 NORTH VERNAL AVE. - VERNAL, UTAH 84078 (435) 781-2501

DATE SURVEYED: 02-12-10	SURVEYED BY: T.P.
DATE DRAWN: 02-19-10	DRAWN BY: M.W.
REVISED:	SCALE: 1" = 1000'

#### BOPE REVIEW NEWFIELD PRODUCTION COMPANY Hancock 2-23-4-1 43047511110000

Well Name	NEWFIELD PRODUCTION COMPANY Hancock 2-23-4-1 43047511110000						
String	Surf	Prod					
Casing Size(")	8.625	5.500					
Setting Depth (TVD)	400	7180					
Previous Shoe Setting Depth (TVD)	0	400					
Max Mud Weight (ppg)	8.3	8.4					
BOPE Proposed (psi)	500	2000					
Casing Internal Yield (psi)	2950	4810					
Operators Max Anticipated Pressure (psi)	3087	8.3					

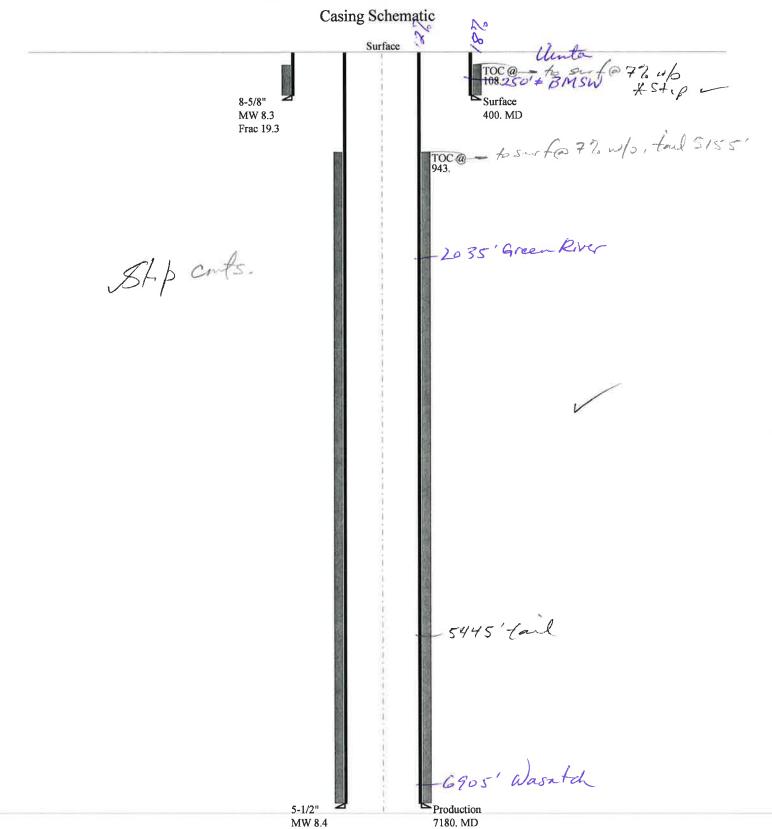
Calculations	Surf String	8.625	"	
Max BHP (psi)	.052*Setting Depth*MW=	173		
			BOP	E Adequate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max BHP-(0.12*Setting Depth)=	125	YES	air drill
MASP (Gas/Mud) (psi)	Max BHP-(0.22*Setting Depth)=	85	YES	ОК
			*Can	Full Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting Depth - Previous Shoe Depth)=	85	NO	ок
Required Casing/BOPE Test Pressure=			psi	
*Max Pressure Allowed @ Previous Casing Shoe=			psi	*Assumes 1psi/ft frac gradient

Calculations	Prod String	5.500	"
Max BHP (psi)	.052*Setting Depth*MW=	3136	
			<b>BOPE</b> Adequate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max BHP-(0.12*Setting Depth)=	2274	NO
MASP (Gas/Mud) (psi)	Max BHP-(0.22*Setting Depth)=	1556	YES OK
			*Can Full Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting Depth - Previous Shoe Depth)=	1644	NO Reasonable for area
Required Casing/BOPE Test Pressure=			psi
*Max Pressure Allowed @ Previous Casing Shoe=			psi *Assumes 1psi/ft frac gradient

Calculations	String	"
Max BHP (psi)	.052*Setting Depth*MW=	
		<b>BOPE</b> Adequate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max BHP-(0.12*Setting Depth)=	NO
MASP (Gas/Mud) (psi)	Max BHP-(0.22*Setting Depth)=	NO
		*Can Full Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting Depth - Previous Shoe Depth)=	NO
Required Casing/BOPE Test Pressure=		psi
*Max Pressure Allowed @ Previous Casing Shoe=		psi *Assumes 1psi/ft frac gradient

Calculations	String		"
Max BHP (psi)	.052*Setting Depth*MW=		
			<b>BOPE</b> Adequate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max BHP-(0.12*Setting Depth)=		NO
MASP (Gas/Mud) (psi)	Max BHP-(0.22*Setting Depth)=		NO
			*Can Full Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting Depth - Previous Shoe Depth)=		NO
Required Casing/BOPE Test Pressure=			psi
*Max Pressure Allowed @ Previous Casing Shoe=			psi *Assumes 1psi/ft frac gradient

# 43047511110000 Hancock 2-23-4-1



43047511110000 Hancock 2-23-4-1 Well name:

**NEWFIELD PRODUCTION COMPANY** Operator:

Surface Project ID: String type: 43-047-51111

**UINTAH** COUNTY Location:

Design parameters: Minimum design factors: Environment:

**Collapse** 

Mud weight: 8.330 ppg Design is based on evacuated pipe.

Collapse: H2S considered? No 74 °F Design factor 1.125 Surface temperature: 80 °F Bottom hole temperature:

1.40 °F/100ft Temperature gradient:

**Burst:** 

Minimum section length: 100 ft

1.00 Cement top: Design factor

108 ft

**Burst** 

Max anticipated surface

pressure: 352 psi Internal gradient: 0.120 psi/ft Calculated BHP 400 psi

No backup mud specified.

Tension:

8 Round STC: 1.80 (J) 8 Round LTC: 1.70 (J) 1.60 (J) Buttress: 1.50 (J) Premium: 1.50 (B) Body yield:

Tension is based on air weight. Neutral point: 350 ft Non-directional string.

Re subsequent strings:

Next setting depth: 7,180 ft Next mud weight: 8.400 ppg Next setting BHP: 3,133 psi Fracture mud wt: 19.250 ppg Fracture depth: 400 ft

Injection pressure:

400 psi

Run Seq	Segment Length (ft) 400	Size (in) 8.625	Nominal Weight (lbs/ft) 24.00	<b>Grade</b> J-55	End Finish ST&C	True Vert Depth (ft) 400	Measured Depth (ft) 400	Drift Diameter (in) 7.972	Est. Cost (\$) 2059
Run Seq	Collapse Load (psi) 173	Collapse Strength (psi) 1370	Collapse Design Factor 7.917	Burst Load (psi) 400	Burst Strength (psi) 2950	Burst Design Factor 7.38	Tension Load (kips) 9.6	Tension Strength (kips) 244	Tension Design Factor 25.42 J

Helen Sadik-Macdonald Prepared Div of Oil, Gas & Mining

Phone: 801 538-5357 FAX: 801-359-3940

Date: July 19,2010 Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 400 ft, a mud weight of 8.33 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

43047511110000 Hancock 2-23-4-1 Well name:

**NEWFIELD PRODUCTION COMPANY** Operator:

String type: Production

Project ID: 43-047-51111

**UINTAH** COUNTY Location:

Design parameters: Minimum design factors: **Environment:** H2S considered?

**Collapse** Collapse:

8.400 ppg Design factor Mud weight:

175 °F Design is based on evacuated pipe. Bottom hole temperature: 1.40 °F/100ft Temperature gradient:

Minimum section length: 100 ft

1.125

1.80 (J)

1.80 (J) 1.60 (J)

1.50 (J)

6,268 ft

**Burst:** 

1.00 Cement top: 943 ft Design factor

**Burst** 

Max anticipated surface

pressure: 1,553 psi

0.220 psi/ft Internal gradient: Calculated BHP 3,133 psi

No backup mud specified.

**Tension:** 

8 Round STC:

8 Round LTC:

Buttress: Premium:

Body yield:

Neutral point:

1.60 (B) Tension is based on air weight.

Non-directional string.

Surface temperature:

No 74 °F

Run	Segment		Nominal		End	True Vert	Measured	Drift	Est.
Seq	Length (ft)	Size (in)	Weight (lbs/ft)	Grade	Finish	Depth (ft)	Depth (ft)	Diameter (in)	Cost (\$)
1	7180	5.5	15.50	J-55	LT&C	7180	7180	4.825	25353
Run	Collapse	Collapse	Collapse	Burst	Burst	Burst	Tension	Tension	Tension
Seq	Load (psi)	Strength (psi)	Design Factor	Load (psi)	Strength (psi)	Design Factor	Load (kips)	Strength (kips)	Design Factor
1	3133	4040	1.289	3133	4810	1.54	111.3	217	1.95 J

Helen Sadik-Macdonald Prepared Div of Oil, Gas & Mining

Phone: 801 538-5357 FAX: 801-359-3940

Date: July 19,2010 Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 7180 ft, a mud weight of 8.4 ppg The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

# **ON-SITE PREDRILL EVALUATION**

# **Utah Division of Oil, Gas and Mining**

**Operator** NEWFIELD PRODUCTION COMPANY

Well Name Hancock 2-23-4-1

API Number 43047511110000 APD No 2722 Field/Unit MONUMENT BUTTE

Location: 1/4,1/4 NWNE Sec 23 Tw 4.0S Rng 1.0W 346 FNL 2408 FEL

GPS Coord (UTM)

Surface Owner Henderson Ranches LLC

#### **Participants**

Floyd Bartlett (DOGM) and Tim Eaton (Newfield).

#### Regional/Local Setting & Topography

The proposed location is approximately 11.7 road miles southeast of Myton, UT in Pleasant Valley, which drains into Pleasant Valley Wash. This wash drains into the Pariette Draw drainage of Uintah County. Both of these draws contain perennial streams somewhat consisting of irrigation runoff and seepage. Pariette Draw runs into the Green River approximately 6 miles downstream from Ouray, Utah and about 10 miles downstream from the location. The broad flats of Pleasant Valley that are frequently used for agriculture characterize the area. Flats are intersected by drainages with gentle to moderate side slopes. Access to the site is by State, County and existing or planned oil field development roads. Approximately 2,210 feet of new construction across Henderson's private land will be required to reach the location.

The specific site for the proposed Hancock 2-23-4-1 oil well is in Pleasant Valley on the north edge of broken terrain with a pivot sprinkler irrigated field to the south. At the request of the surface owners the preferred location has been moved to substantially avoid the irrigated field. Only the reserve pit will be within the field. Small swales or gullies lead off to the north from the bench. They will be filled during construction. An additional significant drainage and farm access road to the east has been missed. Approximately 12.5 feet of fill will occur at Location Corner 2. The Location Layout shows the topsoil from the reserve pit to be stockpiled in the irrigated field. This should not occur. The site should be suitable and stable for construction of the pad, drilling and operating the proposed well.

Henderson Ranches owns the surface of the location.

#### Surface Use Plan

**Current Surface Use** 

Grazing
Agricultural
Wildlfe Habitat

New Road Miles Well Pad Src Const Material Surface Formation

2210 Width 204 Length 305 Onsite UNTA

**Ancillary Facilities** N

#### **Waste Management Plan Adequate?**

#### **Environmental Parameters**

Affected Floodplains and/or Wetlands N

Flora / Fauna

7/22/2010 Page 1

Vegetation included horsebrush, greasewood, broom snakeweed, Indian ricegrass, prickly pear, rabbit brush, aster, curly mesquite grass, hordium jubatum and weedy annuals.

Cattle, deer, small mammals and birds.

#### Soil Type and Characteristics

Gravely sandy loam.

**Erosion Issues** N

**Sedimentation Issues** N

Site Stability Issues N

**Drainage Diverson Required?** N

Berm Required? Y

**Erosion Sedimentation Control Required?** N

Paleo Survey Run? N Paleo Potental Observed? N Cultural Survey Run? N Cultural Resources?

#### **Reserve Pit**

Site-Specific Factors	Site Ra	ınking	
Distance to Groundwater (feet)	100 to 200	5	
Distance to Surface Water (feet)	>1000	0	
Dist. Nearest Municipal Well (ft)	>5280	0	
Distance to Other Wells (feet)	300 to 1320	10	
<b>Native Soil Type</b>	Mod permeability	10	
Fluid Type	Fresh Water	5	
Drill Cuttings	Normal Rock	0	
<b>Annual Precipitation (inches)</b>		0	
<b>Affected Populations</b>			
<b>Presence Nearby Utility Conduits</b>	Not Present	0	
	<b>Final Score</b>	30	1 Sensitivity Level

#### **Characteristics / Requirements**

The reserve pit will be 40' x 80' x 8' deep located in an area of cut on the northeast side of the location. A pit liner is required. Newfield commonly uses a 16-mil liner.

Closed Loop Mud Required? N Liner Required? Y Liner Thickness 16 Pit Underlayment Required? Y

#### **Other Observations / Comments**

Evaluator	Date / Time
Floyd Bartlett	6/28/2010

7/22/2010 Page 2

# **Application for Permit to Drill Statement of Basis**

Utah Division of Oil, Gas and Mining

7/22/2010 Page 1

APD No	API WellNo	Status	Well Type	<b>Surf Owner</b>	<b>CBM</b>
2722	43047511110000	LOCKED	OW	P	No
Operator	NEWFIELD PRODUCTION	COMPANY	<b>Surface Owner-APD</b>	Henderson Ran	iches LLC
Well Name	Hancock 2-23-4-1		Unit		
Field	MONUMENT BUTTE		Type of Work	DRILL	

Location NWNE 23 4S 1W U 346 FNL 2408 FEL GPS Coord (UTM) 588425E 4442137N

#### **Geologic Statement of Basis**

Newfield proposes to set 400' of surface casing at this location. The depth to the base of the moderately saline water at this location is estimated to be at a depth of 250'. A search of Division of Water Rights records shows one water well within a 10,000 foot radius of the center of Section 23. The well is over a mile southwest of the proposed location and is listed as domestic use. No depth is listed. The surface formation at this site is the Uinta Formation. The Uinta Formation is made up of interbedded shales and sandstones. The sandstones are mostly lenticular and discontinuous and should not be an interconnected, high volume source of useable ground water.

> Brad Hill 7/8/2010 Date / Time **APD Evaluator**

#### **Surface Statement of Basis**

The proposed location is approximately 11.7 road miles southeast of Myton, UT in Pleasant Valley, which drains into Pleasant Valley Wash. This wash drains into the Pariette Draw drainage of Uintah County. Both of these draws contain perennial streams somewhat consisting of irrigation runoff and seepage. Pariette Draw runs into the Green River approximately 6 miles downstream from Ouray, Utah and about 10 miles downstream from the location. The broad flats of Pleasant Valley that are frequently used for agriculture characterize the area. Flats are intersected by drainages with gentle to moderate side slopes. Access to the site is by State, County and existing or planned oil field development roads. Approximately 2,210 feet of new construction across Henderson's private land will be required to reach the location.

The specific site for the proposed Hancock 2-23-4-1 oil well is in Pleasant Valley on the north edge of broken terrain with a pivot sprinkler irrigated field to the south. At the request of the surface owners the preferred location has been moved to substantially avoid the irrigated field. Only the reserve pit will be within the field. Small swales or gullies lead off to the north from the bench. They will be filled during construction. An additional significant drainage and farm access road to the east has been missed. Approximately 12.5 feet of fill will occur at Location Corner 2. The Location Layout shows the topsoil from the reserve pit to be stockpiled in the irrigated field. This should not occur. The site should be suitable and stable for construction of the pad, drilling and operating the proposed well.

Henderson Ranches owns the surface of the location. A surface use agreement has been signed and a cultural resource survey waived. Lance Henderson attended the pre-site visit. He had no concern with the revised plan. The minerals are FEE owned by another party and under lease to Newfield Production Company.

> Floyd Bartlett 6/28/2010 **Onsite Evaluator** Date / Time

#### Conditions of Approval / Application for Permit to Drill

Category Condition

A synthetic liner with a minimum thickness of 16 mils with a felt subliner shall be properly installed and maintained in the Pits

reserve pit.

Surface The well site shall be bermed to prevent fluids from leaving the pad.

'APIWellNo:43047511110000'

# **Application for Permit to Drill Statement of Basis**

Utah Division of Oil, Gas and Mining

Page 2

Surtace

7/22/2010

The reserve pit shall be tenced upon completion of drilling operations.

### WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED:	6/17/2010	API NO. ASSIGNED:	43047511110000					
WELL NAME:	Hancock 2-23-4-1							
OPERATOR:	NEWFIELD PRODUCTION COMPA	ANY (N2695) <b>PHONE NUMBER:</b>	435 646-4825					
CONTACT:	Mandie Crozier							
PROPOSED LOCATION:	NWNE 23 040S 010W	Permit Tech Review:						
SURFACE:	0346 FNL 2408 FEL	Engineering Review:						
воттом:	0346 FNL 2408 FEL	Geology Review:						
COUNTY:	UINTAH							
LATITUDE:	40.12680	LONGITUDE:	-109.96220					
<b>UTM SURF EASTINGS:</b>	588425.00	NORTHINGS:	4442137.00					
FIELD NAME:	MONUMENT BUTTE							
LEASE TYPE:	4 - Fee							
LEASE NUMBER:	FEE PROPOSED PROD	UCING FORMATION(S): GREEN RIVER						
SURFACE OWNER:	4 - Fee	COALBED METHANE:	NO					
RECEIVED AND/OR REVIEV	VED:	LOCATION AND SITING:						
<b>₽</b> PLAT		R649-2-3.						
<b>▶ Bond:</b> STATE/FEE - B001	1834	Unit:						
Potash		R649-3-2. General						
Oil Shale 190-5								
Oil Shale 190-3		<b>№</b> R649-3-3. Exception						
Oil Shale 190-13		✓ Drilling Unit						
<b>✓</b> Water Permit: 437478		Board Cause No: R649-3-3						
RDCC Review:		Effective Date:						
Fee Surface Agreemen	t	Siting:						
Intent to Commingle		R649-3-11. Directional Drill						
Commingling Approved								
Comments: Presite Cor	mpleted							
5 - Staten 23 - Spaci	tion Location - bhill nent of Basis - bhill ing - dmason nce Casing - ddoucet							

API Well No: 43047511110000



Lieutenant Governor

### State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

#### Permit To Drill

\*\*\*\*\*\*

Well Name: Hancock 2-23-4-1 **API Well Number:** 43047511110000

**Lease Number: FEE** 

**Surface Owner:** FEE (PRIVATE) **Approval Date:** 7/22/2010

#### **Issued to:**

NEWFIELD PRODUCTION COMPANY, Rt 3 Box 3630, Myton, UT 84052

#### **Authority:**

Pursuant to Utah Code Ann. §40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of R649-3-3. The expected producing formation or pool is the GREEN RIVER Formation(s), completion into any other zones will require filing a Sundry Notice (Form 9). Completion and commingling of more than one pool will require approval in accordance with R649-3-22.

#### **Duration:**

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date

#### **Exception Location:**

Appropriate information has been submitted to DOGM and administrative approval of the requested exception location is hereby granted.

#### General:

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

#### **Conditions of Approval:**

This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis (copy attached).

Surface casing shall be cemented to the surface.

#### **Additional Approvals:**

The operator is required to obtain approval from the Division of Oil, Gas and mining before performing any of the following actions during the drilling of this well:

- Any changes to the approved drilling plan contact Dustin Doucet
- Significant plug back of the well contact Dustin Doucet
- Plug and abandonment of the well contact Dustin Doucet

#### **Notification Requirements:**

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- Within 24 hours following the spudding of the well contact Carol Daniels OR
- submit an electronic sundry notice (pre-registration required) via the Utah Oil & Gas website at https://oilgas.ogm.utah.gov
- 24 hours prior to testing blowout prevention equipment contact Dan Jarvis
- 24 hours prior to cementing or testing casing contact Dan Jarvis
- Within 24 hours of making any emergency changes to the approved drilling program
- contact Dustin Doucet
- 24 hours prior to commencing operations to plug and abandon the well contact Dan Jarvis

#### **Contact Information:**

The following are Division of Oil, Gas and Mining contacts and their telephone numbers (please leave a voicemail message if the person is not available to take the call):

- Carol Daniels 801-538-5284 office
- Dustin Doucet 801-538-5281 office

801-733-0983 - after office hours

• Dan Jarvis 801-538-5338 - office

801-231-8956 - after office hours

#### **Reporting Requirements:**

All reports, forms and submittals as required by the Utah Oil and Gas Conservation General Rules will be promptly filed with the Division of Oil, Gas and Mining, including but not limited to:

- Entity Action Form (Form 6) due within 5 days of spudding the well
- Monthly Status Report (Form 9) due by 5th day of the following calendar month
- Requests to Change Plans (Form 9) due prior to implementation
- Written Notice of Emergency Changes (Form 9) due within 5 days
- Notice of Operations Suspension or Resumption (Form 9) due prior to implementation
- Report of Water Encountered (Form 7) due within 30 days after completion
- Well Completion Report (Form 8) due within 30 days after completion or plugging

**Approved By:** 

Acting Associate Director, Oil & Gas

### Spud BLM - Vernal Field Office - Notification Form

Operator Newfield Exploration Rig Name/# Ross Rig # 29 Submitted By Xabier Lasa Phone Number 435-823-6014 Well Name/Number Hancock 2-23-4-1 Qtr/Qtr NW/NE Section 23 Township 4S Range 1W Lease Serial Number Fee API Number 43-047-511110000 Spud Notice – Spud is the initial spudding of the well, not drilling out below a casing string. Date/Time 9-15-10 8:00  $AM | \nabla PM |$ Casing – Please report time casing run starts, not cementing times. Surface Casing **Intermediate Casing Production Casing** Liner Other Date/Time <u>9-15-10</u> <u>2:00</u> AM ☐ PM ☒ **BOPE** Initial BOPE test at surface casing point BOPE test at intermediate casing point 30 day BOPE test Other \_\_\_\_\_ AM PM Date/Time

Remarks <u>Spud With Ross Rig #29 @ 8:00 am Run 8 5/8" Casing</u> <u>@ 2:00 pm on 9-15-10.</u>

OPERATOR: NEWFIELD PRODUCTION COMPANY

ADDRESS: RT. 3 BOX 3630

OPERATOR ACCT. NO. N2695

AYTON,	UT	8405	2

ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME			11/2/		<u> </u>	γ	
CODE	ENTITY NO.	ENTITY NO.		TT in the ( \$7 ) Files	QQ	sc	WELL TP	LOCATION	COUNTY	SPUD DATE	EFFECTIVE DATE
Α	99999	17796	4304751111	HANCOCK 2-23-4-1	NWNE	23	45	1W	UINTAH	9/15/2010	10/11/10
WELL 1 C	COMMENTS:	. 1									10/11/10
	GRR	V									
ACTION	CURRENT	NEW	API NUMBER			<u> </u>			-		
CODE	ENTITY NO.	ENTITY NO.	AFTHOMBER	WELL NAME	00	SC	LL LOCA	RG	COUNTY	SPUD DATE	EFFECTIVE
							111		CONTI	UATE	DATE
		J				l					
ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME			WELL	LOCATION		05115	
COOL	ENTIT NO.	ENTITY NO.			QQ	SC	TP	RG	COUNTY	SPUD DATE	EFFECTIVE
						<u>.                                    </u>	<u> </u>				<u> </u>
<u> </u>											
ACTION	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME			WELL	LOCATION	<u> </u>	SPUD	EFFECTIVE
		21111110			QQ	SC	TP	RG	COUNTY	DATE	DATE
			<u>.                                    </u>							****	
ACTION CODE	CURRENT ENTITY NO,	NEW ENTITY NO.	API NUMBER	WELL NAME			WELL I	OCATION		SPUD	EFFECTIVE
	EXITT NO.	ENTIT NO.			QQ	sc	TP	RG	COUNTY	DATE	DATE
İ											
WELL 5 C	OMMENTS:	<u> </u>							-		
CODE	CURRENT	NEW	API NUMBER	WELL NAME		-	WELL	OCATION		SPUD	EFFECTIVE
9000	ENTITY NO.	ENTITY NO.			QQ	SC	TP	RG	COUNTY	DATE	DATE
WELL 5 C	DMMENTS:						,				
ACTION C	ODES (See instructions on bac	k of form)									
A-1:	now entity for new well (single well to existing entity (group or	wosi only) unit well)								11	
C-fr	om one existing entity to anoth-	or existing entity		DEC				-	Signature	4	Jentri Park
D- v	vell from one existing entity to a nor (expiain in comments section	new ontity		RECEIV	ED					V -	
								Ī	Production Clerk		09/22/10
NOTE: Use	OMMENT section to explain	why each Action Code	was selected.	SEP 2 3 21	UIU				\		Date

#### STATE OF UTAH

	5. LEASE DESIGNATION AND SERIAL NUMBER: FEE		
SUNDRY	Y NOTICES AND REPO	ORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	rill new wells, significantly deepen existing wells be tal laterals. Use APPLICATION FOR PERMIT TO		7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL: OIL WELL	8. WELL NAME and NUMBER: HANCOCK 2-23-4-1		
2. NAME OF OPERATOR:			9. API NUMBER:
NEWFIELD PRODUCTION COM	1PANY		4304751111
3. ADDRESS OF OPERATOR:		PHONE NUMBER	10. FIELD AND POOL, OR WILDCAT:
Route 3 Box 3630	CITY Myton STATE UT	ZIP 84052 435.646.3721	MYTON-TRIBAL EDA
4. LOCATION OF WELL: FOOTAGES AT SURFACE:			COUNTY: UINTAH
OTR/OTR. SECTION. TOWNSHIP. RANGE.	MERIDIAN: NWNE, 23, T4S, R1W		STATE: UT
11. CHECK APPROP	PRIATE BOXES TO INDICATI	E NATURE OF NOTICE, R	EPORT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
П может за тако	ACIDIZE	DEEPEN	REPERFORATE CURRENT FORMATION
NOTICE OF INTENT (Submit in Duplicate)	ALTER CASING	FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will	CASING REPAIR	NEW CONSTRUCTION	TEMPORARITLY ABANDON
Approximate date work will	CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE	TUBING REPAIR
	CHANGE TUBING	PLUG AND ABANDON	Vent or flair
X SUBSEQUENT REPORT	CHANGE YOUNG	PLUG BACK	WATER DISPOSAL
SUBSEQUENT REPORT (Submit Original Form Only)		=	
Date of Work Completion:	CHANGE WELL STATUS	PRODUCTION (START/STOP)	WATER SHUT-OFF
10/14/2010	COMMINGLE PRODUCING FORMATIONS	RECLAMATION OF WELL SITE	X OTHER: - Weekly Status Report
10/14/2010	CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMAT	10N
	OMPLETED OPERATIONS. Clearly show a scompleted on 10/14/2010, attache		
NAME (PLEASE PRINT) Lucy Chavez-N	Vaupoto	TITLE Administrative	e Assistant
0			
SIGNATURE C	Jan Splan	DATE 10/19/2010	

(This space for State use only)

RECEIVED OCT 2 5 2010

#### **Daily Activity Report**

#### Format For Sundry HANCOCK 2-23-4-1 8/1/2010 To 12/30/2010

10/5/2010 Day: 1

Completion

Rigless on 10/5/2010 - Run CBL. - Install 5M frac head. NU 6" 5M Cameron BOP. RU H/O truck & pressure test casing, blind rams, frac head & casing valves to 4500 psi. RU Perforators LLC WLT w/ mast & run CBL under pressure. WLTD @ 6976'. Could not get deep enough to shoot Wasatch @ 7018-24. 169 BWTR. SWIFN.

**Daily Cost: \$0** 

**Cumulative Cost:** \$11,483

10/8/2010 Day: 3

Completion

Nabors #147 on 10/8/2010 - Drill out cement, TOOH w/ tbg, Perforate & frac stage 1 & perforate stage 2. - MIRUSU. RU rig floor. NU Washington head. Talley & PU 4 3/4" rock bit, bit sub & 224- jts J-55 8rd 6.5# EUE tbg. Tag soft cement @ 7000'. RU PS & pump lines. Clean out to 7030' & tag hard cement. Circulate well clean. SWIFN. 169 BWTR. - Capstar driller clipped Geronimo line with mirror of pickup prior to crew arriving on location. Inspect rig and found no damage to rig. Drill out cement to 7150'. Circulate well clean w/ fresh water. RD power swivel. TOOH w/ tbg & LD BHA. RD rig floor. ND Washington head. RU WLT. RIH w/ CIBP @ perf gun. Could not get past 7146' w/ wireline. Set CIBP @ 7118'. Pressure test csg to 2000 psi w/ rig pump. Perforate stage 1 as detailed. RU BJ services. Attempt to break down perfs w/o success. RIH w/ dump bailer & spot acid over perfs. POOH w/ WL. Frac stage 1 as detailed. RIH w/ WL, set composite plug & perforate stage 2 as detailed. 888 BWTR. -MIRUSU. RU rig floor. NU Washington head. Talley & PU 4 3/4" rock bit, bit sub & 224- jts J-55 8rd 6.5# EUE tbg. Tag soft cement @ 7000'. RU PS & pump lines. Clean out to 7030' & tag hard cement. Circulate well clean. SWIFN. 169 BWTR. - Capstar driller clipped Geronimo line with mirror of pickup prior to crew arriving on location. Inspect rig and found no damage to rig. Drill out cement to 7150'. Circulate well clean w/ fresh water. RD power swivel. TOOH w/ tbg & LD BHA, RD rig floor, ND Washington head, RU WLT, RIH w/ CIBP @ perf gun, Could not get past 7146' w/ wireline. Set CIBP @ 7118'. Pressure test csg to 2000 psi w/ rig pump. Perforate stage 1 as detailed. RU BJ services. Attempt to break down perfs w/o success. RIH w/ dump bailer & spot acid over perfs. POOH w/ WL. Frac stage 1 as detailed. RIH w/ WL, set composite plug & perforate stage 2 as detailed. 888 BWTR.

Daily Cost: \$0

**Cumulative Cost:** \$64,202

#### 10/9/2010 Day: 4

Completion

Nabors #147 on 10/9/2010 - Frac remaining 3 stages & flowback well. - Finish fracing & perforate last 3 stages as detailed. 2235 BWTR. Open well for immediate flowback @ approx 3 BPM. Well flowed for 5 hours & died. Recovered approx 720 bbls. SWIFN. 1515 BWTR.

**Daily Cost: \$0** 

**Cumulative Cost:** \$167,562

#### 10/12/2010 Day: 5

Completion

Nabors #147 on 10/12/2010 - Drill out plugs & clean out to PBTD. - Check pressure on well, 480 psi. Bleed pressure off well. ND frac BOPs & wellhead. NU production wellhead & BOPs.

RU rig floor. TIH w/ 4 3/4" chomp bit, bit sub & 2 7/8" tbg. Tag fill @ 5730', clean out to plug @ 5735'. Drill out plug in 12 min. Continue TIH w/ tbg & tag fill @ 6525'. Clean out to plug @ 6590'. Drill out plug in 10 min. Circulate well clean. Continue TIH w/ tbg & tag fill @ 6700'. Clean out to plug @ 6730'. Drill out plug in 7 min. Continue TIH w/ tbg & tag fill @ 7060'. Clean out to PBTD @ 7146. Circulate well clean. RD drill equipment. LD 4 jts tbg. SWIFN. 1515 BWTR.

Daily Cost: \$0

**Cumulative Cost:** \$173,548

#### 10/13/2010 Day: 6

Completion

Nabors #147 on 10/13/2010 - Flow & swab for clean up. Round trip tbg. - Check pressure on well, 600 psi csq & 540 psi tbg. Open to flat tank to bleed off pressure. Flowed 40 bbls to tank. RU swab equipment. Made 14 swab runs w/ SFL @ surface & EFL @ 1000'. Recovered 130 bbls ending w/ good show of oil & no show of sand. RD swab equipment. PU 4- jts tbg & tag fill @ 7134'. Clean out to PBTD @ 4146'. Circulate well clean. LD 8- jts tbg. TOOH w/ tbg & LD BHA, TIH w/ production tbg. RD rig floor. ND BOPs. Set TA @ 6760' w/ 18,000#s tension. NU wellhead. X-over for rods. SWIFN. 1345 BWTR.

Daily Cost: \$0

**Cumulative Cost:** \$180,661

10/14/2010 Day: 7

Completion

Nabors #147 on 10/14/2010 - PU rods & PWOP. - Check pressure on well, 280 psi tbg & csg. Bleed pressure off well. PU & prime Central Hydraulic 2 1/2" X 1 1/2" X 20' X 24' RHAC rod pump. PU rods as detailed. RU pumping unit. Stoke test pump w/ unit to 800 psi. RDMOSU. PWOP @ 2:30 PM w/ 122" SL & 5 SPM, 1345 BWTR. Finalized

Daily Cost: \$0

**Cumulative Cost: \$215,780** 

Pertinent Files: Go to File List

Form 3160-4 (August 2007)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: July 31, 2010

WELL COME	PLETION OF	RECOMPL	LETION REPORT A	NDIOG

	•	, <u>-</u>	COMI	LEIN	ON OR I	KECOWIPL	EIION	EPURI	AND LO	JG		FEI	ease se	nai No.	
la. Type of			Oil Well	Д	Gas Well	Dry	Other			·		6. I	f Indian,	, Allottee or	Tribe Name
b. Type of	Completion		New Wel Other:	. ப	Work Over	Deepen	L Plug Ba	ck 📙 Dif	ff. Resvr.,			7. T	Jnit or C	CA Agreemer	nt Name and No.
2. Name of NEWFIEL	Operator			IDANIV					<u> </u>					me and Well	No.
3. Address	DEXPLO	rka no	IN CON	IFAINT				3a Phone	No. (include	e area cod	e)		rcock 2	2-23-4-1 <b>//</b>	
	1401 17TH							(435)646				43-	047-51	111	
4. Location						lance with Fede 23 , T4S, R1V	=	ments)*						d Pool or Ex	
At surfac	940 FN	1L & 24	OO FEL	. (1747)	NE) SEC.2	3 , 145, R1V	v					11	Sec T	R M on F	Block and
													Survey o	or Area SEC.	23 , T4S, R1W
At top pro	d. interval	reported	i below											or Parish	13. State
At total d	<sub>epth</sub> 7175	i'										Uint	tah		UT
<ol> <li>Date Sp 09/15/201</li> </ol>				Date 7	Γ.D. Reache	d	16	Date Com		13/2010 dy to Prod		17.	Elevatio	ons (DF, RK 5057 KB	B, RT, GL)*
18. Total D	epth: MI	717		<u> </u>		g Back T.D.:				. Depth B			MD	0007 KB	
21. Type E	TV lectric & Ot		nanical Lo	ogs Run	(Submit con	ov of each)	TVD		22.	. Was we	l cored?	ZN	TVD	Yes (Submit	t analysis)
DUAL INC	GRD, SF	CON,	IP. DEN	ISITY,	COMP. N	EUTRON,GR	,CALIPER	<b>∜с</b> мт во		Was DS	T run?	Z	io 🔲	Yes (Submit	t report)
23. –Gasing	and Liner I	Record	(Report o	ıll string	zs set in wel	I)			l	Directio	nal Surve	y? <b>[7]</b> N	<u> </u>	Yes (Submi	(сору)
Hole Size	Size/Gr	ade	Wt. (#/ft.	т (	op (MD)	Bottom (M		e Cementer Depth	No. of Type of			y Vol. BL)	Cem	ent Top*	Amount Pulled
12-1/4"	8-5/8" J	-55 2	24#	0		426.85'			220 CLA		(2	<i></i>			
7-7/8". NEWF	5-1/2" J	-55	15.5#	0		7162.48'			340 PRI				240'		
y Addy						<u> </u>			450 50/5	0 POZ					
i. 1.0000						<del> </del>									
24./√Tubing			<del>-  </del>												
Size 2-7/8"		Set (MD 0 6840		ker Dep 0 6959		Size	Depth	Set (MD)	Packer Dep	oth (MD)	Si	ze	Dept	h Set (MD)	Packer Depth (MD)
25. Produci			1176	<i>y</i> 0303	<u> </u>		26.	Perforation :	l Record	<u>_</u>					
A). Green I	Formatio	n		1	Гор	Bottom		Perforated In			Size	No. I	Toles		Perf. Status
Green I								7024 Was	atch	.36"		3		30	
Green								6668 CP5	23	.36"	36" 3		3 21 33		
D) Green I												3 15			
27. Acid, Fi			Cement S	Squeeze	, etc.									· · · · · · · · · · · · · · · · · · ·	
6933-7024	Depth Inter Wasatch			Frac w	/ 74694#'	of 20/40 sai	nd in 474 i		Amount and		1aterial				
6661-6668						of 20/40 sar									
6433,6536	CP1,2,3					of 20/40 san									
5685,5690				Frac w	/ 24953#'s	of 20/40 sai	nd in 205b	bls of Ligh	tning 17 fl	uid					
28: Producti Date First		l A Hours	Test		Oil	Gas	Water	Oil Grav	vity	Gas	Prov	luction M	athod		
roduced		Tested		uction	BBL	MCF	BBL	Corr. Al		Gravity				:0'x 24' RH	AC Pump
	10-27-10			<u> </u>	52.53	59.83	18.60		.,.						
Choke Size (1),	Tbg. Press. Flwg.	Csg. Press.	24 H Rate		Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio		Well State					
Si	SI			<b>•</b>						1	010				
2-7/8" 88% Produc	tion - Interv	al B			1	L	L			L					
Date First	Test Date	Hours Tested	Test	uction	Oil BBL	Gas MCF	Water BBL	Oil Grav	-	Gas	Proc	luction M	ethod		
Produced		5104		<b></b>				Corr. AI	•	Gravity					
hoke	Tbg. Press.	Csg.	24 H	r.	Oil	Gas	Water	Gas/Oil		Well Statu	ıs			RF	CEIVED
ize- <sup>120</sup> 1 L. Gre		Press.	Rate	_	BBL	MCF	BBL	Ratio					, , ,	ē.	
77 AC				▶					Ì					" NO	/ 0 8 2010

SCOJE

28b. Prod	uction - Inte	erval C								
	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method	
	The Desc	Con	24 11-	0:1		177-4	G/0:1	W-11 Ct-1		
Choke Size	Tbg. Press. Flwg. SI	. Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status		
28c Prod	L uction - Inte	erval D								
Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method	
Choke	Tbg. Press.	Csg	24 Hr.	Oil	Gas	Water	Gas/Oil	Well Status	<u> </u>	
	Flwg. SI	Press.	Rate	BBL	MCF	BBL	Ratio	Well Status		
	sition of Ga	s (Solid, u	sed for fuel, ve	ented, etc.,	)		L	· · · · · · · · · · · · · · · · · · ·		
SOLD AND	USED FOR F	FUEL								
30. Sumn	nary of Poro	ous Zones	(Include Aqu	ifers):				31. Formati	on (Log) Markers	
includi recovei	ng depth int					intervals and all ing and shut-in p		GEOLOG	ICAL MARKERS	
White -					_					Тор
Turil.	nation	Тор	Bottom		Des	criptions, Conte	nts, etc.		Name	Meas. Depth
Wasatch		6933	7024					GARDEN GU GARDEN GU		4520 4704
Green Rive	r	5685	6668					GARDEN GU POINT 3	ILCH 2	4828 5135
ili.								X MRKR Y MRKR		5344 5381
Stadio 1. 100 1. No.								DOUGALS C BI CARBONA		5522 5835
								B LIMESTON CASTLE PEA		5968 6357
( t)								BASAL CARB WASATCH	SONATE	6746 6869
is son										
32. Additi	ional remark	ks (include	plugging pro	cedure):						Andrew
er Maria									DE	CEIVED
M. str.										
E. Salar Arris									· NO	V 0 8 2010
Alberton Linear Linear									DIV. OF O	IL, GAS & MINING
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34. I herel	by certify th	at the fore	going and atta	ched info	rmation is cor	nplete and correc	et as determined fr	rom all available re	ecords (see attached instructions)	*
			onica Bradle					Services Assista		
	gnature	201-	Word		ad I		Date 11/01/20	010		

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

#### **Daily Activity Report**

RECEIVED NOV 0 8 2010

**Format For Sundry HANCOCK 2-23-4-1** 7/1/2010 To 11/30/2010

DIV. OF OIL, GAS & MINING

**HANCOCK 2-23-4-1** 

Drill 7 7/8" hole with fresh water

**Date:** 9/23/2010

NDSI #1 at 1875. 1 Days Since Spud - Drill 7 7/8" hole F/1868' - 1875', w/ 15 WOB, 161 RPM, 350 GPM, ROP 155 - Change out swivle packing and wash pipe - Drill 7 7/8" hole F/387' -1868', w/ 20 WOB, 161 RPM, 350 GPM, ROP 155 - Change out kill line valve and hose - 21 6" DC - Pick up Hughs 7 7/8" Q506F PDC, Hunting 7/8 3.5 1.5° M.M., xo sub, Monel, sub, xo sub, Hathaway tools, - Surface csq @ 1500 PSI - test good - R/U B&C quicktest Test Kelly,safty valve,choke manifold,Pipe and blind rams @ 2000 PSI - MIRU w/ Jones trucking 1 mil - set all equipment - Tear down prepair for rig move - @ 15.8ppg and 1.17 yield, returned 4 bbls cement to pit, bump plug to 424 psi - On 2-21-10 R/U BJ and Cmt w/ sks of class G cmt + 2% calcium chloride+ .25 # sk cello flake mixed - casing Set @ 426.85' KB, drill mouse and rat hole - On 9-15-10 spud @ 8:00 AM and drill 12 1/4" hole to 425', P/U and run 10 jts of 8 5/8" J-55 24# STC - Notify state and BLM of spud,csg and cmt - Drill 7 7/8" hole F/1868' - 1875', w/ 15 WOB, 161 RPM, 350 GPM, ROP 155 - Change out swivle packing and wash pipe - Drill 7 7/8" hole F/387' - 1868', w/ 20 WOB, 161 RPM, 350 GPM,ROP 155 - Change out kill line valve and hose - 21 6" DC - Pick up Hughs 7 7/8" Q506F PDC, Hunting 7/8 3.5 1.5° M.M. , xo sub, Monel, sub, xo sub, Hathaway tools, - Surface csg @ 1500 PSI - test good - R/U B&C quicktest Test Kelly,safty valve,choke manifold,Pipe and blind rams @ 2000 PSI - MIRU w/ Jones trucking 1 mil - set all equipment - Tear down prepair for rig move - @ 15.8ppg and 1.17 yield, returned 4 bbls cement to pit, bump plug to 424 psi - On 2-21-10 R/U BJ and Cmt w/ sks of class G cmt + 2% calcium chloride+ .25 # sk cello flake mixed - casing Set @ 426.85' KB, drill mouse and rat hole - On 9-15-10 spud @ 8:00 AM and drill 12 1/4" hole to 425', P/U and run 10 jts of 8 5/8" J-55 24# STC - Notify state and BLM of spud,csg and cmt -Drill 7 7/8" hole F/1868' - 1875', w/ 15 WOB, 161 RPM, 350 GPM, ROP 155 - Change out swivle packing and wash pipe - Drill 7 7/8" hole F/387' - 1868', w/ 20 WOB, 161 RPM, 350 GPM.ROP 155 - Change out kill line valve and hose - 21 6" DC - Pick up Hughs 7 7/8" Q506F PDC, Hunting 7/8 3.5 1.5° M.M., xo sub, Monel, sub, xo sub, Hathaway tools, - Surface csg @ 1500 PSI - test good - R/U B&C quicktest Test Kelly,safty valve,choke manifold,Pipe and blind rams @ 2000 PSI - MIRU w/ Jones trucking 1 mil - set all equipment - Tear down prepair for rig move - @ 15.8ppg and 1.17 yield , returned 4 bbls cement to pit, bump plug to 424 psi -On 2-21-10 R/U BJ and Cmt w/ sks of class G cmt + 2% calcium chloride+ .25 # sk cello flake mixed - casing Set @ 426.85' KB, drill mouse and rat hole - On 9-15-10 spud @ 8:00 AM and drill 12 1/4" hole to 425', P/U and run 10 jts of 8 5/8" J-55 24# STC - Notify state and BLM of spud,csq and cmt

Daily Cost: \$0

**Cumulative Cost:** \$79,614

#### **HANCOCK 2-23-4-1**

#### Drill 7 7/8" hole with fresh water

**Date:** 9/24/2010

NDSI #1 at 4809. 2 Days Since Spud - Rig service funtion test pipe rams and crownomatic -Drill 7 7/8" hole F/2744' - 4809', w/ 20 WOB, 144 RPM, 350 GPM,ROP 118 - Drill 7 7/8" hole

F/1875' -2744', w/ 20 WOB, 150 RPM, 350 GPM, ROP 144

Daily Cost: \$0

**Cumulative Cost:** \$116,762

#### **HANCOCK 2-23-4-1**

#### Drill 7 7/8" hole with fresh water

**Date:** 9/25/2010

NDSI #1 at 6846. 3 Days Since Spud - Drill 7 7/8" hole F/ 4809' to 5531', w/ 20 WOB, 144

RPM, 350 GPM,ROP 113 - Rig service funtion test pipe rams and crownomatic - Drill 7 7/8" hole F/ 5531' to 6846' , w/ 20 WOB, 144 RPM, 350 GPM,ROP 113

Daily Cost: \$0

**Cumulative Cost:** \$130,367

#### **HANCOCK 2-23-4-1**

Wait on Completion

**Date:** 9/26/2010

NDSI #1 at 7175. 4 Days Since Spud - Rig up QT Casing and Run 174jts 5.5 15.5# J-55 LTC Casing set @ 7162'KB - Pressure Test 5 1/2" Casing Rams to 2,000PSI F/ Ten Minutes - Log well Loggers TD 6652 - Laydown Drill pipe and BHA - Pump 390bbls of Brine - Laydown Drill pipe to 4,000' - Pump Sweep and circulate F/ Logs - Drill 7 7/8" hole F/ 6846' to 7175' , w/ 20 WOB, 144 RPM, 350 GPM,ROP 113 - Rig up BJ hardlines and circulate w/ Rig Pump - Cement W/ 340sks PL11+3%KCL+5#CSE+0.5#CF+2#KOL+.5SMS+FP+SF Mixed @ 11ppg - W/3.54 yield 450sks 50:50:2+3%KCL+0.5%EC-1+.25#sk CF+.05#SF+.3SMS+FP-6L Mixed @ -14.4ppg W/ 1.24yield Returned 40bbls to pit - Nipple down BOP set slips W/ 93,000 tension - Release Rig @ 6:00AM 9/26/10 Ryan Crum - Clean Mud tanks **Finalized** 

Daily Cost: \$0

Cumulative Cost: \$313,616

Pertinent Files: Go to File List

RECEIVED NOV 0 8 2010

DIV. OF OIL, GAS & MINING

ACTION

OPERATOR: NEWFIELD PRODUCTION COMPANY ADDRESS: RT. 3 BOX 3630 **MYTON, UT 84052** 

OPERATOR ACCT. NO. N2695

The companies   The companie	ACTION CODE	CURRENT ENTITY NO.	NEW	API NUMBER	WELL NAME	<del></del>						
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COLUMN   SCHWAB-STOLLMACK   SENW   19   4S   1E   UINTAH   9/25/2010   10/30/10   13/3	CODE			API NUMBER	WELL NAME				OCATION		SPUD	EFFECTIVE
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CTION CODES (See Instructions on back of form)	ACTION COD	ES (See Instructions on back	of form)									

- A 1 now entity for new well (single well only)
- B I well to existing entity (group or unit well)
- C 'rorn one existing entity to another existing entity
- D well from one existing entity to a new entity
- E ther (explain in comments section)

**RECEIVED DEC 2 1 2010** 

Jentri Park Signature

**Production Clerk** 

12/21/10